



**CITY OF ROCKLIN
REDEVELOPMENT AGENCY
FIRST TIME HOMEBUYER PROGRAM**

The City of Rocklin Redevelopment Agency offers a deferred payment second mortgage to assist low and moderate-income households in purchasing their first home by providing assistance with the down payment. This First Time Home Buyers (FTHB) program uses Rocklin Redevelopment Agency funds to assist qualified participants to borrow 97% of the value of an existing or new home within Rocklin. Participates work with their own realtor to locate a house in Rocklin and their own 1st mortgage lender to submit the required application and documentation to the City.

The program can provide a deferred monthly payments on a second mortgage at 4% simple annual interest to Households (HH) earning certain percentage of Placer County median as follows: \$40,000 to HH earning 80% or less; \$30,000 to HH earning between 80%-90%; and \$20,000 to HH earning between 90%-100%. The house price cannot exceed FHA maximum (currently at \$261,000). The loan principle plus interest become due and payable upon future sale of the house or violation of the terms of the second mortgage. *(Refer to City's FTHB Program guidelines for additional details)*

GENERAL QUALIFICATION REQUIREMENTS:

- 1. Must be a First Time Home Buyer: Participants cannot have owned or had any real estate interest for the last three (3) years.
- 2. Income Eligibility: Incomes for all persons 18 years or older who will live in the house (not just the main borrowers) are included in determining "Housing Income" for the purposes of the FTHB program. Participants cannot earn more than 100% of Placer County Median income adjusted by household size as follows:

	NUMBER OF PESONS LIVING IN HOUSEHOLD (HH)							
	1	2	3	4	5	6	7	8
100% Median Income	40,100	45,850	51,550	57,300	61,900	66,450	71,050	75,650

- 3. Property Eligibility Requirements: Properties containing single-family residences, condominiums, attached ownership dwellings and manufactured home on a permanent foundation, all which must be located within the City Limits of Rocklin, are eligible for funding. The participant must occupy the property after purchase.
- 4. Buyers Investment: Participants are required to make a minimum of 3% down payment.
- 5. Home Buyer Seminar: Participants must obtain a certificate that verifies completion of a home buyers/ownership education class.
- 6. The first mortgage must be a fixed rate loan with an impound account to collect property taxes and homeowners insurance.
- 7. Housing expenses (principle, interest, taxes, insurance, mortgage insurance, homeowners' association dues) generally are not to exceed 35% of the gross monthly income of the household.
- 8. Participants will be required to execute a Housing Regulatory Agreement that will be recorded on the property for a 10-year period. The Agreement will obligate the participant for that 10-year period, to only sell the home to a qualified household that meets the affordability income limits applicable at the time of the sale, for their respective household size.

For additional information and request for an application, please contact:

Lou Arnold, Mercy Housing Corporation: (916) 414-4453

The City of Rocklin, Rocklin Redevelopment Agency and Mercy Housing Corporation do not discriminate in housing or employment on the basis of race, religion, sex, age, national origin, or handicap. In compliance with the American with Disabilities Act, the City or Rocklin encourages those with disabilities to participate fully in the City programs and public hearings. If you have special needs in order to allow you to participate in this FTHB program please contact the City of Rocklin at (916) 625-5100.